

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 1218

To provide for economic growth by reducing income taxes for most Americans, by encouraging the purchase of American-made products, and by accelerating transportation-related spending, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 4, 1993

Mr. ANDREWS of New Jersey introduced the following bill; which was referred jointly to the Committees on Ways and Means, Public Works and Transportation, Banking, Finance and Urban Affairs, Post Office and Civil Service, and Appropriations

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## A BILL

To provide for economic growth by reducing income taxes for most Americans, by encouraging the purchase of American-made products, and by accelerating transportation-related spending, and for other purposes.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Economic Growth In-  
5       centive Act of 1993”.

1                   **TITLE I—REDUCTION IN**  
 2                   **INDIVIDUAL INCOME TAXES**

3   **SEC. 101. 5-PERCENT DECREASE IN INDIVIDUAL INCOME**  
 4                   **TAXES FOR MOST TAXPAYERS.**

5           (a) GENERAL RULE.—Section 1 of the Internal Reve-  
 6 nue Code of 1986 (relating to tax imposed) is amended  
 7 by striking subsections (a) through (e) and inserting the  
 8 following:

9           “(a) MARRIED INDIVIDUALS FILING JOINT RETURNS  
 10 AND SURVIVING SPOUSES.—There is hereby imposed on  
 11 the taxable income of—

12                   “(1) every married individual (as defined in sec-  
 13 tion 7703) who makes a single return jointly with  
 14 his spouse under section 6013, and

15                   “(2) every surviving spouse (as defined in sec-  
 16 tion 2(a)),

17 a tax determined in accordance with the following table:

<b>“If taxable income is:</b>	<b>The tax is:</b>
Not over \$35,800 .....	14.25% of taxable income.
Over \$35,800 but not over \$86,500.	\$5,101.50, plus 26.6% of the excess over \$35,800.
Over \$86,500 but not over \$250,000.	\$18,587.70, plus 29.45% of the excess over \$86,500.
Over \$250,000 .....	\$66,738.45, plus 31% of the excess over \$250,000.

18           “(b) HEADS OF HOUSEHOLDS.—There is hereby im-  
 19 posed on the taxable income of every head of a household  
 20 (as defined in section 2(b)) a tax determined in accordance  
 21 with the following table:

**“If taxable income is:**

Not over \$28,750 .....  
 Over \$28,750 but not over  
 \$74,150.  
 Over \$74,150 but not over  
 \$214,300.  
 Over \$214,300 .....

**The tax is:**

14.25% of taxable income.  
 \$4,096.88, plus 26.6% of the excess  
 over \$28,750.  
 \$16,173.28, plus 29.45% of the ex-  
 cess over \$74,150.  
 \$57,447.47, plus 31% of the excess  
 over \$214,300.

1       “(c) UNMARRIED INDIVIDUALS (OTHER THAN SUR-  
 2 VIVING SPOUSES AND HEADS OF HOUSEHOLDS).—There  
 3 is hereby imposed on the taxable income of every individ-  
 4 ual (other than a surviving spouse as defined in section  
 5 2(a) or the head of a household as defined in section 2(b))  
 6 who is not a married individual (as defined in section  
 7 7703) a tax determined in accordance with the following  
 8 table:

**“If taxable income is:**

Not over \$21,450 .....  
 Over \$21,450 but not over  
 \$51,900.  
 Over \$51,900 but not over  
 \$150,000.  
 Over \$150,000 .....

**The tax is:**

14.25% of taxable income.  
 \$3,056.63, plus 26.6% of the excess  
 over \$21,450.  
 \$11,156.33, plus 29.45% of the ex-  
 cess over \$51,900.  
 \$40,046.78, plus 31% of the excess  
 over \$150,000.

9       “(d) MARRIED INDIVIDUALS FILING SEPARATE RE-  
 10 TURNS.—There is hereby imposed on the taxable income  
 11 of every married individual (as defined in section 7703)  
 12 who does not make a single return jointly with his spouse  
 13 under section 6013, a tax determined in accordance with  
 14 the following table:

**“If taxable income is:**

Not over \$17,900 .....  
 Over \$17,900 but not over  
 \$43,250.  
 Over \$43,250 but not over  
 \$125,000.

**The tax is:**

14.25% of taxable income.  
 \$2,550.75, plus 26.6% of the excess  
 over \$17,900.  
 \$9,293.85, plus 29.45% of the excess  
 over \$43,250.

**“If taxable income is:**

Over \$125,000 .....

**The tax is:**\$33,369.23, plus 31% of the excess  
over \$125,000.

1 “(e) ESTATES AND TRUSTS.—There is hereby im-  
2 posed on the taxable income of—

3 “(1) every estate, and

4 “(2) every trust,

5 taxable under this subsection a tax determined in accord-  
6 ance with the following table:

**“If taxable income is:**

Not over \$3,000 .....

Over \$3,000 but not over \$5,000 ..

Over \$5,000 but not over \$9,000 ..

Over \$9,000 .....

**The tax is:**

14.25% of taxable income.

\$427.50, plus 26.6% of the excess  
over \$3,000.\$959.50, plus 29.45% of the excess  
over \$5,000.\$2,137.50, plus 31% of the excess  
over \$9,000.”

7 (b) CONFORMING AMENDMENTS.—

8 (1) Section 541 is amended by striking “28  
9 percent” and inserting “31 percent”.

10 (2)(A) Subsection (f) of section 1 is amended—

11 (i) by striking “1990” in paragraph (1)  
12 and inserting “1992”, and

13 (ii) by striking “1989” in paragraph  
14 (3)(B) and inserting “1991”.

15 (B) Subparagraph (B) of section 32(i)(1) is  
16 amended by striking “1989” and inserting “1991”.

17 (C) Subparagraph (C) of section 41(e)(5) is  
18 amended by striking “1989” each place it appears  
19 and inserting “1991”.

1 (D) Subparagraph (B) of section 63(c)(4) is  
 2 amended by striking “1989” and inserting “1991”.

3 (E) Subparagraph (B) of section 68(b)(2) is  
 4 amended by striking “1989” and inserting “1991”.

5 (F) Clause (ii) of section 135(b)(2)(B) is  
 6 amended by inserting “, determined by substituting  
 7 ‘calendar year 1989’ for ‘calendar year 1991’ in sub-  
 8 paragraph (B) thereof” before the period at the end  
 9 thereof.

10 (G) Subparagraphs (A)(ii) and (B)(ii) of sec-  
 11 tion 151(d)(4) are each amended by striking “1989”  
 12 and inserting “1991”.

13 (H) Clause (ii) of section 513(h)(2)(C) is  
 14 amended by striking “1989” and inserting “1991”.

15 (c) EFFECTIVE DATE.—The amendments made by  
 16 this section shall apply to taxable years beginning after  
 17 December 31, 1991.

## 18 **TITLE II—INCENTIVE FOR PUR-** 19 **CHASE OF AMERICAN-MADE** 20 **PROPERTY**

### 21 **SEC. 201. DEDUCTION FOR GENERAL SALES TAXES ON** 22 **AMERICAN-MADE TANGIBLE PERSONAL** 23 **PROPERTY.**

24 (a) IN GENERAL.—Subsection (a) of section 164 of  
 25 the Internal Revenue Code of 1986 (relating to deduction

1 for taxes) is amended is inserting after paragraph (5) the  
2 following new paragraph:

3 “(6) State and local general sales taxes imposed  
4 in respect of qualified sales at retail of American  
5 made-property.”

6 (b) DEFINITIONS.—Subsection (b) of section 164 of  
7 such Code is amended by adding at the end thereof the  
8 following new paragraph:

9 “(5) DEFINITIONS RELATING TO GENERAL  
10 SALES TAXES.—For purposes of subsection (a)(6)—

11 “(A) QUALIFIED SALES.—The term ‘quali-  
12 fied sale’ means any sale of property if the  
13 price (including taxes and shipping (if any))  
14 paid by the taxpayer for such property and all  
15 other American-made property purchased with  
16 such property in the same transaction exceeds  
17 \$500.

18 “(B) AMERICAN-MADE PROPERTY.—The  
19 term ‘American-made property’ means tangible  
20 personal property more than 50 percent of the  
21 cost of which is attributable to value added in  
22 the United States.”

23 (c) EFFECTIVE DATE.—The amendments made by  
24 this section shall apply to taxable years beginning after  
25 the date of the enactment of this Act.

1                   **TITLE III—SURFACE**  
2                   **TRANSPORTATION PROGRAMS**

3   **SEC. 301. OBLIGATION CEILING.**

4           Section 102 of the Intermodal Surface Transpor-  
5   tation Efficiency Act of 1991 (23 U.S.C. 104 note; 105  
6   Stat. 1916–1918) is repealed.

7   **SEC. 302. AUTHORIZATION OF APPROPRIATIONS FOR HIGH-**  
8                   **WAY PROGRAMS.**

9           Section 1003 of the Intermodal Surface Transpor-  
10   tation Efficiency Act of 1991 (105 Stat. 1918–1922) is  
11   amended—

12           (1)   in   paragraph   (1)   by   striking  
13           “\$2,913,000,000” and all that follows through  
14           “1997” and inserting “\$7,284,000,000 for fiscal  
15           year 1993, and \$7,285,000,000 for fiscal year  
16           1994”;

17           (2)   in   paragraph   (2)   by   striking  
18           “\$3,599,000,000” the first place it appears and all  
19           that follows through “1997” and inserting  
20           “\$8,998,500,000 for fiscal year 1993, and  
21           \$8,998,500,000 for fiscal year 1994”;

22           (3)   in   paragraph   (3)   by   striking  
23           “\$4,096,000,000” the first place it appears and all  
24           that follows through “1997” and inserting

1 “\$10,241,000,000 for fiscal year 1993, and  
2 \$10,241,000,000 for fiscal year 1994”;

3 (4) in paragraph (4) by striking  
4 “\$1,028,000,000” the first place it appears and all  
5 that follows through “1997” and inserting  
6 “\$2,571,000,000 for fiscal year 1993, and  
7 \$2,571,000,000 for fiscal year 1994”;

8 (5) in paragraph (5) by striking  
9 “\$2,762,000,000” the first place it appears and all  
10 that follows through “1997” and inserting  
11 “\$6,906,000,000 for fiscal year 1993, and  
12 \$6,906,000,000 for fiscal year 1994”;

13 (6) in paragraph (6)(A) by striking  
14 “\$191,000,000” and all that follows through  
15 “1997” and inserting “\$477,500,000 for each of fis-  
16 cal years 1993 and 1994”;

17 (7) in paragraph (6)(B) by striking  
18 “\$171,000,000” and all that follows through  
19 “1997” and inserting “\$428,500,000 for fiscal year  
20 1993, and \$428,500,000 for fiscal year 1994”;

21 (8) in paragraph (6)(C) by striking  
22 “\$83,000,000” and all that follows through “1997”  
23 and inserting “\$208,500,000 for fiscal year 1993,  
24 and \$208,500,000 for fiscal year 1994”;



1 (9) in paragraph (7) by striking “\$20,000,000”  
2 and all that follows through “1997” and inserting  
3 “\$50,000,000 for each of fiscal years 1993 and  
4 1994”; and

5 (10) in paragraph (8) by striking “each of” and  
6 all that follows through “1997” and inserting “fiscal  
7 year 1992 and \$25,000,000 for each of fiscal years  
8 1993 and 1994”.

9 **SEC. 303. BUDGET COMPLIANCE.**

10 Sections 1003(c) and 1004 of the Intermodal Surface  
11 Transportation Efficiency Act of 1991 (105 Stat. 1922–  
12 1923) are repealed.

13 **SEC. 304. NATIONAL DEFENSE HIGHWAYS LOCATED OUT-**  
14 **SIDE THE UNITED STATES.**

15 Section 1006(h)(2) of the Intermodal Surface Trans-  
16 portation Efficiency Act of 1991 (23 U.S.C. 311 note; 105  
17 Stat. 1927) is amended—

18 (1) by striking “\$20,000,000” and inserting  
19 “\$40,000,000”; and

20 (2) by striking “, 1994, 1995, and 1996” and  
21 inserting “and 1994”.

22 **SEC. 305. SUBSTITUTE PROGRAM.**

23 Section 103(e)(4)(G) of title 23, United States Code,  
24 is amended by striking “\$240,000,000 per fiscal year for  
25 each of fiscal years 1992, 1993, 1994, and 1995” and in-

1 serting “\$240,000,000 for fiscal year 1992, and  
2 \$360,000,000 per fiscal year for each of fiscal years 1993  
3 and 1994”.

4 **SEC. 306. DONOR STATE BONUS AMOUNTS.**

5 Section 1013(c)(1) of the Intermodal Surface Trans-  
6 portation Efficiency Act of 1991 (23 U.S.C. 157 note; 105  
7 Stat. 1940) is amended by striking subparagraphs (B),  
8 (C), (D), (E), and (F) and inserting the following new  
9 subparagraphs:

10 “(B) For fiscal year 1993 \$1,285,000,000.

11 “(C) For fiscal year 1994  
12 \$1,285,000,000.”.

13 **SEC. 307. REIMBURSEMENTS FOR SEGMENTS OF THE**  
14 **INTERSTATE SYSTEM CONSTRUCTED WITH-**  
15 **OUT FEDERAL ASSISTANCE.**

16 (a) IN GENERAL.—Section 160 of title 23, United  
17 States Code, is amended in each of subsections (a) and  
18 (f) by striking “1996 and 1997” and inserting “1993 and  
19 1994”.

20 (b) CONFORMING AMENDMENT.—Section 1014(c) of  
21 the Intermodal Surface Transportation Efficiency Act of  
22 1991 (105 Stat. 1942–1943) is amended—

23 (1) in paragraph (1) by striking “1996” each  
24 place it appears and inserting “1993”;

1           (2) in paragraph (2) by striking “1996 and  
2           1997” each place it appears and inserting “1993  
3           and 1994”; and

4           (3) in paragraph (3) by striking “1996 and  
5           1997” and inserting “1993 and 1994”.

6 **SEC. 308. APPORTIONMENT ADJUSTMENTS.**

7           (a) HOLD HARMLESS.—Section 1015(a)(1) of the  
8 Intermodal Surface Transportation Efficiency Act of 1991  
9 (23 U.S.C. 104 note; 105 Stat. 1943) is amended by strik-  
10 ing “1997” and inserting “1994”.

11          (b) 90-PERCENT OF PAYMENT ADJUSTMENTS.—Sec-  
12 tion 1015(b)(1) of such Act is amended by striking  
13 “1997” and inserting “1994”.

14          (c) ADDITIONAL ALLOCATION.—Section 1015(c) of  
15 such Act is amended—

16               (1) by striking “\$47,800,000” and inserting  
17               “\$119,500,000”; and

18               (2) by striking “1997” and inserting “1994”.

19          (d) AUTHORIZATION OF APPROPRIATIONS.—Section  
20 1015(e) of such Act is amended by striking “1997” and  
21 inserting “1994”.

22 **SEC. 309. SET ASIDE FOR 4R PROJECTS.**

23          Section 118(c)(2)(A) of title 23, United States Code,  
24 is amended by striking “, \$64,000,000” and all that fol-

1 lows through “1997” and inserting “and \$160,500,000  
2 for each of fiscal years 1993 and 1994”.

3 **SEC. 310. DISCRETIONARY BRIDGE PROGRAM.**

4 Section 144(g)(1) of title 23, United States Code, is  
5 amended—

6 (1) by striking “1994, 1995, 1996, and 1997”  
7 and inserting “and 1994”;

8 (2) by striking “, \$68,000,000” and all that  
9 follows through “1997” the second place it appears  
10 and inserting “and \$171,500,000 in the case of fis-  
11 cal year 1993 and 1994”;

12 (3) by striking “, \$59,500,000 in the case of  
13 fiscal years 1993 and 1994, and \$60,500,000 in the  
14 case of fiscal years 1995, 1996, and 1997” each  
15 place it appears and inserting “and \$150,250,000 in  
16 the case of fiscal years 1993 and 1994”; and

17 (4) by striking “\$8,500,000” and inserting  
18 “\$21,250,000”.

19 **SEC. 311. NATIONAL HIGH-SPEED GROUND TRANSPOR-**  
20 **TATION PROGRAMS.**

21 Section 1036(d)(1) of the Intermodal Surface Trans-  
22 portation Efficiency Act of 1991 (105 Stat. 1986) is  
23 amended—

24 (1) in subparagraph (A) by striking  
25 “\$45,000,000” and all that follows through “1997”

1 and inserting “\$220,000,000 for fiscal year 1993,  
2 and \$275,000,000 for fiscal year 1994”; and

3 (2) in subparagraph (B) by striking  
4 “\$5,000,000” and all that follows through “1997”  
5 and inserting “\$12,500,000” for each of fiscal years  
6 1993 and 1994”.

7 **SEC. 312. HIGHWAY TIMBER BRIDGE PROGRAM.**

8 Section 1039(a) of the Intermodal Surface Transpor-  
9 tation Efficiency Act of 1991 (23 U.S.C. 144 note; 105  
10 Stat. 1991) is amended—

11 (1) by striking “1994, 1995, 1996, and 1997”  
12 and inserting “and 1994”;

13 (2) by striking “\$1,000,000” and inserting  
14 “\$2,500,000”; and

15 (3) by striking “\$7,500,000” and inserting  
16 “\$18,750,000”.

17 **SEC. 313. HIGHWAY USE TAX EVASION PROJECTS.**

18 Section 1040(f)(1) of the Intermodal Surface Trans-  
19 portation Efficiency Act of 1991 (23 U.S.C. 101 note; 105  
20 Stat. 1992–1993) is amended by striking “\$5,000,000”  
21 and all that follows through “1997” and inserting  
22 “\$12,500,000 for each of fiscal years 1993 and 1994”.

23 **SEC. 314. SCENIC BYWAYS PROGRAM.**

24 Section 1047(d) of the Intermodal Surface Transpor-  
25 tation Efficiency Act of 1991 (23 U.S.C. 101 note; 105

1 Stat. 1998) is amended by striking “\$3,000,000” and all  
2 that follows through “1997” and inserting “24,000,000  
3 for fiscal year 1993, and \$25,000,000 for fiscal year  
4 1994”.

5 **SEC. 315. CONSTRUCTION OF FERRY BOATS AND FERRY**  
6 **TERMINAL FACILITIES.**

7 Section 1064(c) of the Intermodal Surface Transpor-  
8 tation Efficiency Act of 1991 (23 U.S.C. 129 note; 105  
9 Stat. 2005) is amended by striking “, \$17,000,000” and  
10 all that follows through “1997” and inserting “and  
11 \$43,000,000 per fiscal year for each of fiscal years 1993  
12 and 1994”.

13 **SEC. 316. HIGHWAY SAFETY AUTHORIZATION OF APPRO-**  
14 **PRIATIONS.**

15 Section 2005 of the Intermodal Surface Transpor-  
16 tation Efficiency Act of 1991 (105 Stat. 2079) is amend-  
17 ed—

18 (1) in paragraph (1) by striking  
19 “\$171,000,000” and all that follows through  
20 “1997” and inserting “\$427,500,000 for each of fis-  
21 cal years 1993 and 1994”; and

22 (2) in paragraph (2) by striking “each of the  
23 fiscal years 1992 through 1997” and inserting “for  
24 fiscal year 1992 and \$110,000,000 for each of fiscal  
25 years 1993 and 1994”.

1 **SEC. 317. HIGHWAY SAFETY OBLIGATION CEILINGS.**

2 Section 2009 of the Intermodal Surface Transpor-  
3 tation Efficiency Act of 1991 (105 Stat. 2080) is amended  
4 by striking subsections (a) and (b) and inserting the fol-  
5 lowing:

6 “Sums authorized to be appropriated by this title and  
7 the amendments made by this title shall not be subject  
8 to any obligation limitation.”.

9 **SEC. 318. FEDERAL TRANSIT ACT AUTHORIZATIONS.**

10 Section 21 of the Federal Transit Act (49 U.S.C.  
11 App. 1617) is amended—

12 (1) in subsection (a)(1) by striking  
13 “\$1,150,000,000” the first place it appears and all  
14 that follows through “1997” and inserting  
15 “\$3,240,000,000 for fiscal year 1993 and  
16 \$3,280,000,000 for fiscal year 1994”; and

17 (2) in subsection (b)(1) by striking  
18 “\$1,725,000,000” the first place it appears and all  
19 that follows through “1997” and inserting  
20 “\$4,860,000,000 for fiscal year 1993 and  
21 \$4,910,000,000 for fiscal year 1994”.

22 **SEC. 319. REDUCTION IN FEDERAL TRANSIT ACT AUTHOR-**  
23 **IZATIONS FOR BUDGET COMPLIANCE.**

24 Section 3038 of the Intermodal Surface Transpor-  
25 tation Efficiency Act of 1991 (105 Stat. 2138) is repealed.

1 **SEC. 320. MOTOR CARRIER SAFETY GRANT PROGRAM.**

2 Section 404(a)(2) of the Surface Transportation As-  
3 sistance Act of 1982 (49 U.S.C. App. 2304(a)(2)) is  
4 amended by striking “\$76,000,000” and all that follows  
5 through “1997” and inserting “\$205,000,000 for fiscal  
6 year 1993, and \$209,000,000 for fiscal year 1994”.

7 **SEC. 321. REPEAL OF ADJUSTMENT OF APPORTIONMENTS.**

8 (a) IN GENERAL.—Section 9503 of the Internal Rev-  
9 enue Code of 1986 (relating to Highway Trust Fund) is  
10 amended by striking subsection (d) and by redesignating  
11 subsection (e) as subsection (d).

12 (b) CONFORMING AMENDMENT.—Paragraph (1) of  
13 section 9503(c) of such Code is amended by striking “sub-  
14 section (e)” and inserting “subsection (d)”.

15 (c) EFFECTIVE DATE.—The amendments made by  
16 this section shall apply to fiscal years beginning after Sep-  
17 tember 30, 1992.

18 **TITLE IV—RELIEF FROM CREDIT**  
19 **CRUNCH**

20 **SEC. 401. LOOSENING OF REQUIREMENTS ON LOAN LOSS**  
21 **RESERVES ENCOURAGED.**

22 (a) FINDINGS.—The Congress hereby finds that—

23 (1) the economy of the United States has been  
24 in a sustained period of slow growth;



1           (2) credit for commercial and consumer loans  
2           and leases has become more difficult to obtain over  
3           the past three years, resulting in a “credit crunch”;

4           (3) the banking industry has adopted a cautious  
5           credit policy in response to the state of the economy  
6           and the problems experienced by the savings and  
7           loan industry;

8           (4) the Federal Reserve has lowered its reserve  
9           requirements on member banks for both checking  
10          and savings deposits over the past two years in an  
11          effort to stimulate the economy, with only moderate  
12          success; and

13          (5) the loosening of the requirements on loan  
14          loss reserves by State banking authorities and the  
15          appropriate Federal banking agencies, as that term  
16          is defined in section 3(q) of the Federal Deposit In-  
17          surance Act (12 U.S.C. 1813(q)), might help stimu-  
18          late the economy.

19          (b) DECLARATION.—It is the sense of the Congress  
20          that—

21                (1) the current “credit crunch” should be eased  
22                by making it easier for businesses and individuals to  
23                obtain loans and leases; and

24                (2) State banking authorities and the appro-  
25                priate Federal banking agencies, as that term is de-

1        fined in section 3(q) of the Federal Deposit Insur-  
2        ance Act (12 U.S.C. 1813(q)), should more sensibly  
3        apply the requirements on loan loss reserves so as  
4        not to punish or restrain responsible borrowers.

5        **TITLE V—CAP ON FEDERAL**  
6        **EMPLOYMENT**

7        **SEC. 501. CAP ON FEDERAL EMPLOYMENT.**

8        (a) EMPLOYMENT CAP.—Notwithstanding any other  
9        provision of law, the total number of individuals employed  
10       by the Federal Government may not exceed the number  
11       of individuals employed by the Federal Government on the  
12       date of the enactment of this Act.

13       (b) RESCISSION OF APPROPRIATIONS.—Notwith-  
14       standing any other provision of law, there are hereby re-  
15       scinded all unobligated amounts that were appropriated  
16       before the date of the enactment of this Act to pay salary,  
17       wages, or benefits for a position in the employment of the  
18       Federal Government that is not filled on that date.

19       **TITLE VI—REDUCTION IN**  
20       **FEDERAL OVERHEAD EXPENSES**

21       **SEC. 601. REDUCTION OF AMOUNTS AVAILABLE TO FED-**  
22       **ERAL AGENCIES FOR PAYING OVERHEAD EX-**  
23       **PENSES.**

24       (a) RESCISSION OF APPROPRIATIONS.—Notwith-  
25       standing any other provision of law, there is hereby re-

1 scinded an amount equal to 10 percent of all unobligated  
2 amounts that were appropriated before the date of the en-  
3 actment of this Act to pay overhead expenses of any Fed-  
4 eral agency.

5 (b) REDUCTION IN AUTHORIZATIONS.—The amount  
6 authorized to be appropriated for any fiscal year to pay  
7 overhead expenses of any Federal agency is hereby re-  
8 duced by 10 percent.

9 (c) OVERHEAD EXPENSES DEFINED.—For purposes  
10 of this section, the term “overhead expenses” means any  
11 expense incurred by a Federal agency, except—

12 (1) the payment of salaries and wages of em-  
13 ployees of the agency; and

14 (2) direct spending (as that term is defined in  
15 section 250 of the Balanced Budget and Emergency  
16 Deficit Control Act of 1985).

○

HR 1218 IH——2